

Message Text

LIMITED OFFICIAL USE

PAGE 01 MANILA 10364 160239Z

13

ACTION TRSE-00

INFO OCT-01 EA-07 ISO-00 NEA-10 IO-13 H-02 L-03 PRS-01

PA-01 SP-02 USIA-06 AID-05 EB-07 NSC-05 CIEP-01 SS-15

STR-04 OMB-01 CEA-01 CIAE-00 COME-00 FRB-03 INR-07

NSAE-00 XMB-02 OPIC-03 LAB-04 SIL-01 /105 W

----- 030036

R 160114Z JUL 76

FM AMEMBASSY MANILA

TO SECSTATE WASHDC 7500

LIMITED OFFICIAL USE MANILA 10364

USADB

PASS TREASURY FOR ZINMAN/MUNK

E.O. 11652: ADS, DECLAS 1/16/77

TAGS: EAID, EFIN

SUBJECT: ADB ADVANCE BORROWING IN U.S.

REF: (A) MANILA 6973, (B) MANILA 10174

1. AT BOARD OF DIRECTORS MEETING ON 15 JULY 1976 ADB
PRESIDENT ANNOUNCED THAT IN ACCORDANCE WITH BANK APPROVAL
ON 17 JUNE 1976 OF ADVANCE BORROWING OF \$200 MILLION IN
1976, BANK DOCUMENT WHICH WILL BE CIRCULATED WILL PROPOSE
U.S. BORROWING OF US\$75 MILLION AND UP TO US\$100 MILLION
IF MARKET CONDITIONS ARE FAVORABLE. PROPOSED MATURITY
OF ADB BONDS WOULD BE 10 YEARS AT APPROXIMATE YIELD OF
8.75 PERCENT TO INVESTORS AND COST TO BANK OF 8.93 PERCENT.
BOARD CONSIDERATION WOULD BE SCHEDULED FOR 29 JULY 1976
TO CONSIDER FIRM RATE AND TERMS. ADB PRESIDENT EXPLAINED
THAT INTEREST RATE ON PROPOSED BORROWING MIGHT BE LOWER,
SINCE THERE APPEAR TO BE WEAKENING IN U.S. INTEREST
RATES IN PAST FEW DAYS.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MANILA 10364 160239Z

2. U.S. DIRECTOR SAID HE AGREED WITH MARKET ANALYSIS
AND EMPHASIZED THAT DIFFERENTIAL BETWEEN ADB AND
IBRD OF 37.5 BASIS POINTS INSTEAD OF USUAL 50 BASIS
POINTS SHOULD BE MAINTAINED AS OFFERED BY U.S.
UNDERWRITER IF LOWER RATES ARE NEGOTIATED.
SULLIVAN

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: POLICIES, DEVELOPMENT BANKS, DEVELOPMENT LOANS
Control Number: n/a
Copy: SINGLE
Draft Date: 16 JUL 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: BoyleJA
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976MANILA10364
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D760274-0283
From: MANILA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19760751/aaaabsji.tel
Line Count: 67
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION TRSE
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 76 MANILA 6973, 76 MANILA 10174
Review Action: RELEASED, APPROVED
Review Authority: BoyleJA
Review Comment: n/a
Review Content Flags:
Review Date: 03 JUN 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <03 JUN 2004 by CunninFX>; APPROVED <27 SEP 2004 by BoyleJA>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: ADB ADVANCE BORROWING IN U.S.
TAGS: EAID, EFIN, ADB
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006